the desired pace of development. India will urge provision of adequate, new and additional financial resources and transfer of technology on preferential basis in order to enable developing countries to adopt environment friendly technologies.

(c) Several recent publications of the World Watch Institute deal with arrangements for the protection of global environment. Currently, Global Conventions are under negotiations on climate change and biodiversity. India is actively participating in these negotiations.

Shortage of Finance for States' Annual Plans

*89. SHRI SOM PAL:

SHRIMATI MIRA DAS:

Will the Minister of PLANNING AND PROGRAMME IMPLEMENTATION be pleased to state:

(a) whether it is a fact that several States are running short of finance for their annual plans;

(b) if so, the details and reasons for shortfall; and

(c) whether it is a fact that the Central support to States has gone up yet States are falling short of their targets?

THE MINISTER OF STATE OF THE MINISTRY OF PLANNING AND PROGRAMME IMPLEMENTATION (SHRI H. R. BHARDWAJ): (a) Yes, Sir.

(b) Several States' Balance from Current Revenue (BCR) for financing the Plan deteriorated in 1990-91 and 1991-92. The deterioration was mainly due to increase in non-Plan revenue expenditure.

(c) Yes, Sir.

Cost Audit for Companies

*90. CHOWDHARY RAM SEWAK:

SHRI RAJNI RANJAN SAHU:

Will the Minister of LAW, JUSTICE AND COMPANY AFFAIRS be pleased to state:

(a) what are the industries which are proposed to be subjected to Cost Audit;

(b) by when Cost Audit on these industries would be imposed;

(c) what is the progress in the appointment of Cost Auditors and how many requests with details thereof are pending with his Ministry; and

(d) what are the details of Cost Audit reports which have been scrutinised by his Ministry in 1991-92 and what are the findings in each case?

THE MINISTER OF LAW, JUSTICE AND COMPANY AFFAIRS (SHRI K. VIJAYA BHASKARA REDDI): (a) and (b) Prescribing of Cost Audit in respect of industries engaged in production, processing, manufacturing or mining activities is a continuous exercise. In addition to 36 industries (list as per statement I (*See* below) which are presently under Cost Audit, Government have recently initiated steps to extend statutory cost audit to products like Fertilizers, Industrial Gases, Edible Oils, Toilet Preparations like Soaps, Tooth Pastes and Detergents and Pesticides. The Cost Audit Orders on these industries will be issued after notifying the Cost Accounting record (Rules) in each case.

(c) After the cost audit order is issued, the Company has to make a request for the appointment of Cost Auditor. As soon as the request is received, it is processed and if all the requirements are fulfilled, the orders appointing Cost Auditor are issued. In case there are deficiencies the company is asked to furnish the requisite information. Orders has been issued in respect of all applications received upto Feb. 92 which were complete in all respects and which fulfilled all the requirements.

(d) 261 Cost Audit Reports were scrutinised by the Deptt. during 1991-92 and a list of cases brought to the notice of its respective Administrative Ministries is given in the Statement II.

Statment-I

Classes of companies covered under Cost Accounting Record Rules (industry-wise)

S. No	Classes of Companies	Original rules published u/s 209(1)(d) of the Companies Act, 1956	
		In GSR No.	On Date
1	2	3	4
1	Cement	1,402	12-9-66
2	Cycles	311	2-3-67
3	Rubber Tyres & Tubes	1,260	10-8-67
4	Caustic Soda	1,261	11-8-67
5	Room Air conditioners	1,447	16-9-67
6	Refrigerators	1,448	18-9-67
7	Automobile Batteries	1,467	20-9-67
8	Electric Lamps	1,503	27-9-67
9	Electric Fans	2,298	15-9-69
10	Electric Motors	2,574	24-10-69
11	Motor Vehicles	1,465	17-5-69
12	Tractors	1,700	28-6-71
13	Aluminium	334	25-2-72
14	Vanaspati	1,529	27-11-72
15	Bulk Drugs	130 (E)	14-3-74
16	Sugar	982	4-9-74
17	Infant Milk Food	701 (E)	27-12-74
18	Industrial Alcohol	594 (E)	30-12-75
19	Jute Goods	590 (E)	29-12-75
20	Paper	601 (E)	31-12-75
21	Rayon	606	20-4-76
22	Dyes	605	22-4-76
23	Soda Ash	9,720	29-5-76
24	Nylon	157 (E)	3-4-77
25	Polyester	126 (E)	24-3-77

Statment-I—contd.

1	2	3	4
26	Cotton Textiles	410 (E)	28-6-77
27	Dry Battery Cell	45 (E)	31-1-79
28	Sulphuric Acid	395 (E)	4-7-80
29	Steel Tubes & Pipes	506	10-5-84
30	Engineering Industries	688	7-7-84
	(i) Power Driven Pumps		
	(ii) Diesel Engines/Internal Combustion Engines.		
31	Electric Cables & Conductors	767	21-7-84
32	Bearings	664	13-7-85
33	Milk Food	866	11-10-86
34	*Chemical Industries*	596	8-8-87
	a. Ethyline		
	b. Ethyline Oxide		
	c. Ethyline Glycol		
	d. Diethylene Glycol		
	e. Polyethyline Glycol		
	f. Ethyline Dichloride		
	g. Propylene		
	h. Isopropanol		
	i. Acetone		
	j. Diacetone Alcohol		
	k. Methyl Isobutyl Ketone (MIBK)		
	l. Butanol		
	m. 2 Ethyl Hexanol		
	n. Butadiene		
	o. Benzene		
	p. Toluene		
	q. Synthetic resins & Plastics	732	17-9-88
35	Formulations	452	4-6-88
36	Mini Steel Plant	574	31-7-90

Statment-II

The names of companies which may be making undue profits or misutilising the imports based on revi of Cost Audit Reports during 1991-92

S. No.	Name of the Companies	Products	Concerned Ministry	Date of Communication
1	2	3	4	5
I. Cases of Excessive Profits :				
	A. *Cement Industry :*			
	1. M/s Shree Cements Ltd. 2. M/s. Madras Cements Ltd. 3. M/s. Jai Prakash Inds Ltd. 4. M/s. Sugar Cements Ltd. 5. M/s. Saurashtra Cements & Chemicals Ltd. 6. M/s A.C.C. Ltd.	Cement	Ministry of Industry	24-12-199
	B. *Chemicals :*			
	1. M/s. Indian Oil Corpn. Ltd.	(i) Benzene (ii) Toluene	Deptt. of Chemicals & Petro-Chemicals	24-10-199
	2. M/s. Indian Petro-Chemicals Corpn. Ltd. (IPCL)	(i) Ethylene Oxide 100% (ii) Ehtyelne Glycol (iii) Ethylene Dichloride (iv) Polyvinyl Chloride (v) Low Density Polyethylene	Do.	14-11-19 and 6-1-19
	C. *Rayon/Viscose* :			
	1. M/s. Grasim Inds. Ltd.	Rayon/Viscose	M/o Textiles	18-3-19
	2. M/s. Century Textiles & Industries Ltd.	Rayon/Viscose	M/o. Textiles	18-3-19
II.	*Cases of misutilisation of imports etc.*			
	Bulk Drugs :			
	(1) M/s. Lupin Laboratories Limited.	(i) Ethambutol (ii) Rifampicin (iii) Cephalexin	Deptt. of Revenue Ministry of Commerce and CCI &E	9-4-199 18-4-199 18-4-1
	(2) M/s. Sandoz India Ltd.	(i) Thiamulin (ii) Sulphamethoxazole (iii) Clopamide (iv) Lectobionate	M/o Chem. & Fert. M/o Commerce Deptt. of Revenue	24th C 1991.
	(3) M/s. E. Merck India Limited.	Vitamin E	Deptt. of Revenue Director General of International Trade	11-3-199 11-3-19